

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input checked="" type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Unit Name Gilford Township	County Tuscola
Fiscal Year End 3-31-06	Opinion Date 5-26-06	Date Audit Report Submitted to State 6-6-06	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

Check each applicable box below. (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☒ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☒ ☐ The local unit is free of repeated comments from previous years.
12. ☐ ☒ The audit opinion is UNQUALIFIED.
13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)	
Financial Statements	<input checked="" type="checkbox"/>		
The letter of Comments and Recommendations	<input type="checkbox"/>	N/A	
Other (Describe)	<input type="checkbox"/>	N/A	
Certified Public Accountant (Firm Name) Anderson, Tuckey, Bernhardt & Doran, P.C.		Telephone Number 989-673-3137	
Street Address 715 E. Frank St.		City Caro	State MI
Authorizing CPA Signature Gary R. Anderson		Printed Name GARY R. ANDERSON	Zip 48723
		License Number 1101005446	

GILFORD TOWNSHIP
Tuscola County, Michigan

Annual Financial Statements
and Auditor's Report
March 31, 2006

GILFORD TOWNSHIP
Tuscola County, Michigan

Annual Financial Statements
and Auditor's Report

March 31, 2006

TOWNSHIP BOARD

Supervisor.....	James Stockmeyer
Treasurer.....	Ruth Ann Kaijala
Clerk.....	Ruth Spencer
Trustee.....	Nancy Keyes
Trustee.....	Kent Houghtaling

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ANDERSON, TUCKEY, BERNHARDT & DORAN, P.C.

Certified Public Accountants



Gary R. Anderson, CPA
Jerry J. Bernhardt, CPA
Thomas B. Doran, CPA

Robert L. Tuckey, CPA
Valerie Jamieson Hartel, CPA
Jamie L. Peasley, CPA

May 26, 2006

INDEPENDENT AUDITOR'S REPORT

Members of the Township Board
Gilford Township
Tuscola County, Michigan

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Township of Gilford as of and for the year ended March 31, 2006, which collectively comprise the Township's basic financial statement required by accounting principals generally accepted in the United States of America. These financial statements are the responsibility of the Township of Gilford's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Township has not maintained a record of its general fixed assets and, accordingly, a statement of general fixed assets, required by U.S. generally accepted accounting principles is not included in the financial report.

Management has not presented government-wide financial statements to display the financial position and changes in the financial position of its governmental activities. Accounting principles generally accepted in the United States of America require the presentation of government-wide financial statements. The amounts that would be reported in government-wide financial statements for the Township of Gilford's governmental activities are not reasonably determinable.

In our opinion, because of the effects of the matters discussed in the preceding paragraphs, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township of Gilford as of March 31, 2006, or changes in its financial position or cash flows where applicable, for the year then ended.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental financial information listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the financial statements of Gilford Township. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

Anderson, Tuckey, Bernhardt & Doran, P.C.

ANDERSON, TUCKEY, BERNHARDT & DORAN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

715 East Frank Street, Caro, MI 48723-1647 • 989/673-3137 • 800-234-8829 • Fax 989/673-3375

6261 Church Street, Cass City, MI 48726-1111 • 989/872-3730 • Fax 989/872-3978

E mail cpa@atbdcpa.com Website www.atbdcpa.com

GENERAL PURPOSE FINANCIAL STATEMENTS

GILFORD TOWNSHIP
Combined Balance Sheet - All Fund Types
March 31, 2006

	<u>GOVERNMENTAL FUND TYPE</u>		<u>FIDUCIARY FUND TYPE</u>
	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>AGENCY FUND</u>
<u>ASSETS</u>			
Cash in Bank - Chemical	\$ 151,913	\$ 76,144	\$ 5,172
Taxes Receivable			42,505
Due from other funds	<u>6,939</u>	<u>7,581</u>	
<i>TOTAL ASSETS</i>	<u><u>\$ 158,852</u></u>	<u><u>\$ 83,725</u></u>	<u><u>\$ 47,677</u></u>
<u>LIABILITIES & FUND BALANCE</u>			
Due to other funds		-	\$ 14,520
Due to other governmental units			<u>33,157</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>47,677</u>
Fund Balance:			
Undesignated	<u>\$ 158,852</u>	<u>\$ 83,725</u>	
Total Fund Balance	<u>158,852</u>	<u>83,725</u>	<u>-</u>
<i>TOTAL LIABILITIES & FUND BALANCE</i>	<u><u>\$ 158,852</u></u>	<u><u>\$ 83,725</u></u>	<u><u>\$ 47,677</u></u>

The accompanying notes are an integral part of the financial statements.

TOTALS
(MEMORANDUM ONLY)

MARCH 31,	
2006	2005
\$ 233,229	\$ 217,788
42,505	42,997
14,520	10,311
<u> </u>	<u> </u>
<u>\$ 290,254</u>	<u>\$ 271,096</u>
\$ 14,520	\$ 10,311
33,157	33,755
<u> </u>	<u> </u>
47,677	44,066
<u> </u>	<u> </u>
242,577	227,030
<u> </u>	<u> </u>
242,577	227,030
<u> </u>	<u> </u>
<u>\$ 290,254</u>	<u>\$ 271,096</u>

GILFORD TOWNSHIP
 Combined Statement of Revenues, Expenditures And
 Changes In Fund Balance - All Governmental Fund Types
 For The Year Ended March 31, 2006

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUNDS</u>
REVENUES:		
Taxes	\$ 45,761	\$ 134,727
Intergovernmental	56,579	3,366
Licenses and permits	40	
Charges for services	-	
Interest	9,940	2,117
Miscellaneous	<u>2,111</u>	
TOTAL REVENUES	<u>114,431</u>	<u>140,210</u>
EXPENDITURES:		
Legislative	13,188	
General Government	31,550	
Public Works	51,690	104,238
Recreation and Cultural	2,030	
Public Safety	-	32,314
Payroll Taxes	1,184	
Capital Outlay	<u>2,900</u>	
TOTAL EXPENDITURES	102,542	136,552
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>11,889</u>	<u>3,658</u>
FUND BALANCE - BEGINNING OF YEAR	<u>146,963</u>	<u>80,067</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 158,852</u></u>	<u><u>\$ 83,725</u></u>

The accompanying notes are an integral part of the financial statements.

TOTALS
(MEMORANDUM ONLY)
FOR THE YEAR ENDED MARCH 31,

<u>2006</u>	<u>2005</u>
\$ 180,488	\$ 182,409
59,945	56,112
40	502
-	-
12,057	2,540
2,111	3,618
<u>254,641</u>	<u>245,181</u>
13,188	14,335
31,550	28,619
155,928	152,256
2,030	1,866
32,314	33,139
1,184	1,976
2,900	-
<u>239,094</u>	<u>232,191</u>
<u>15,547</u>	<u>12,989</u>
<u>227,029</u>	<u>214,041</u>
<u>\$ 242,577</u>	<u>\$ 227,030</u>

GILFORD TOWNSHIP
 Combined Statement of Revenues, Expenditures
 And Changes In Fund Balance - Budget (GAAP Basis) And Actual
 General And Special Revenue Fund Types
 For The Year Ended March 31, 2006

	GENERAL FUND		
	BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)
REVENUES:			
Taxes	\$ 68,000	\$ 45,761	\$ (22,239)
Intergovernmental	57,200	56,579	(621)
Licenses and permits	300	40	(260)
Charges for services	300	-	(300)
Interest	2,000	9,940	7,940
Miscellaneous	-	2,111	2,111
TOTAL REVENUES	127,800	114,431	(13,369)
EXPENDITURES:			
Legislative	14,948	13,188	1,759
General government	32,666	31,550	1,116
Public Works	73,950	51,690	22,260
Recreation and Culture	3,500	2,030	1,470
Public Safety	-	-	-
Payroll Taxes	2,500	1,184	1,316
Capital Outlay	13,436	2,900	10,536
TOTAL EXPENDITURES	141,000	102,542	27,922
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(13,200)	11,889	25,089
FUND BALANCE - BEGINNING OF YEAR	146,963	146,963	-
FUND BALANCE - END OF YEAR	\$ 133,763	\$ 158,852	\$ 25,089

The accompanying notes are an integral part of the financial statements.

SPECIAL REVENUE FUNDS			TOTALS		
BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)
\$ 134,100	\$ 134,727	\$ 627	\$ 202,100	\$ 180,488	\$ (21,612)
3,500	3,366		60,700	59,945	(755)
			300	40	(260)
			300	-	(300)
-	2,117	2,117	2,000	12,057	10,057
			-	2,111	2,111
137,600	140,210	2,744	265,400	254,641	(10,759)
			14,948	13,188	1,759
			32,666	31,550	1,116
106,900	104,238	2,662	180,850	155,928	24,921
			3,500	2,030	1,470
33,314	32,314	1,000	33,314	32,314	1,000
			2,500	1,184	1,316
			13,436	2,900	10536.39
140,214	136,552	3,662	281,214	239,094	42,119
(2,614)	3,658	6,272	(15,814)	15,547	31,361
80,067	80,067	-	227,029	227,029	-
\$ 77,453	\$ 83,725	\$ 6,272	\$ 211,215	\$ 242,577	\$ 31,361

GILFORD TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Gilford became a Township prior to 1859 and is located in Tuscola County. The Township is operated under a Township Board consisting of five members. The Township provides various services to approximately 800 residents.

The accounting policies of Gilford Township conform to U.S. generally accepted accounting principles applicable to governmental units except for the Township not adopting the GASB #34 reporting format. The following is a summary of more significant policies:

THE REPORTING ENTITY:

The accompanying general purpose financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity" for determining the various governmental organizations to be included in the reporting entity. The Township is the primary government which has oversight responsibility and control over all activities. The Township receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the Township is not included in any other governmental "reporting entity" as defined in GASB pronouncements since the Township Board members are a publicly elected governing body that has separate legal standing and is fiscally independent of other governmental entities. As such, the Board has decision-making authority, the authority to levy taxes and determine its budget, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. The Township does not include any other component units within its general purpose financial statements.

BASIS OF PRESENTATION:

The government uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital project funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government.

GILFORD TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued):

BASIS OF ACCOUNTING:

The modified accrual basis of accounting is followed in the governmental fund types. The modified accrual basis of accounting is defined as the basis of accounting under which expenditures other than accrued interest on general long term obligations are recorded at the time liabilities are incurred and revenues are recognized when available or measurable. Modifications in such method from the accrual basis are as follows:

1. Property taxes and other revenues that are measurable but not available for use to financial operations are recorded as deferred revenue. Other revenue is recorded when earned.

Properties are assessed as of December 31 and the related property taxes become a lien on July 1 of the following year. These taxes are due on February 14 after which they are added to the County tax rolls.

2. Payments for inventoriable types of supplies are recorded as expenditures at the time of purchase.

CASH AND INVESTMENTS:

Michigan Compiled Laws, Section 129.91, authorizes Gilford Township to deposit and invest in the account of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan. The Township Board has designated several local banks for the deposit of Township funds.

The Township's deposits and investments are in accordance with statutory authority.

RECEIVABLES:

Receivables have been recognized for all significant amounts due the Township. Valuation reserves have not been provided in that collection thereof is not considered doubtful and any uncollected amounts would be immaterial.

COMPARATIVE DATA:

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations. However, comparative data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

GILFORD TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued):

TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW:

Total columns on the combined statements - overview are captioned **Memorandum Only** to indicate that they are presented only to facilitate financial analysis.

FIXED ASSETS:

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds.

ESTIMATES:

The preparation of financial statements in conformity with the U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - PENSION PLAN:

The Township pays no employee benefits.

NOTE 3 - BUDGETS AND BUDGETARY ACCOUNTING:

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The Township's Supervisor submits to the Township Board a proposed budget by March 31 of each year. The budget includes proposed expenditures and means of financing them.
2. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles.
3. Budgeted amounts are as originally adopted, or as amended by the Township Board. Individual amendments were not material in relation to the original appropriations, which were amended.

GILFORD TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 4 - CASH AND INVESTMENTS:

Cash and investments are held separately by each of the Township's funds.

DEPOSITS:

At year end, the carrying amount of the Township's deposits was \$233,229 and the bank balance was \$233,229 of which \$183,012 was covered by federal depository insurance.

INVESTMENTS:

The Township's investments are categorized to give an indication of the level of risk assumed by the Township at year-end. Category 1 includes investments that are insured or registered, or securities held by the Township's or the Township's agent in the Township's name. Category 2 includes investments that are uninsured and unregistered, with securities held by the counterpart's trust department or its agent in the Township's name. Category 3 includes investments that are uninsured and unregistered, with the securities held by the counter party, or by its trust department or its agent but not in the Township's name. At March 31, 2005, the Township had no Category 1, 2 or 3 investments. Additional disclosures required by GASB 40 are not included in the accompanying financial statements.

The Township's cash, cash equivalents, investments and restricted assets at March 31, 2006 are composed of the following:

	<u>CASH AND CASH EQUIVALENTS</u>
General Fund Deposits	\$151,913
Special Revenue Fund Deposits	76,144
Agency Fund Deposits	<u>5,172</u>
TOTAL	<u>\$233,229</u>

NOTE 5 – RISK MANAGEMENT:

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees' and natural disasters. The Township carries commercial insurance to cover any losses that may result from the above described activities. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE 6 – PROPERTY TAX REVENUE:

Property taxes become an enforceable lien on the property as of December 1. Taxes are levied on December 1 and are due in February of the following year. The Township bills and collects its own property taxes and also taxes for the county, intermediate school district, state education fund and school districts. All tax collections are accounted for in the tax collection fund, an agency fund. Township tax revenues are recognized in the fiscal year, which includes the December 1 levy date. A levy of 3.9222 mills was applied to \$33,335,985 taxable value for the 2005 tax year. In addition, the Township collected the State Education Tax and a portion of the County tax which was levied July 1st and due September 15th. Also, the Township collected special assessments for refuse pickup in the amount of \$44,820 and ambulance services in the amount of \$6,760.

GILFORD TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 7 – DUE TO AND FROM OTHER FUNDS:

Due to and from other funds balances at March 31, 2006 are as follows:

<u>FUND</u>	<u>DUE FROM OTHER FUNDS</u>	<u>DUE TO OTHER FUNDS</u>
General Fund	\$6,939	
Special Revenue Fund	7,582	
Agency Fund	<u> </u>	<u>\$14,521</u>
TOTAL	<u>\$14,521</u>	<u>\$14,521</u>

NOTE 8 – SUBSEQUENT EVENTS:

The Township Board is considering construction of a new Township Hall. At the regular Board meeting on March 9, 2006, the Board approved the purchase of additional land.

NOTE 9 - GASB 34:

The Township chose not to adopt GASB 34, which is required by the Generally Accepted Accounting Principals (GAAP). This departure from GAAP is also noted in the audit report letter.

ADDITIONAL INFORMATION

GILFORD TOWNSHIP
General Fund
Schedule of Revenues, Expenditures And
Change In Fund Balance
Budget (GAAP Basis) And Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Taxes:			
Property taxes	\$ 68,000	\$ 45,761	\$ (22,239)
Intergovernmental:			
State Shared Revenue	57,200	56,579	(621)
Licenses and permits	300	40	(260)
Charges for services	300	-	(300)
Interest	2,000	9,940	7,940
Miscellaneous	-	2,111	2,111
	<u>127,800</u>	<u>114,431</u>	<u>(13,369)</u>
TOTAL REVENUES			
EXPENDITURES:			
Legislative:			
Township Board			
Salaries	2,040	1,987	53
Professional services	3,400	1,883	1,517
Insurance	4,000	3,812	188
Other Expenses	5,508	5,507	1
	<u>14,948</u>	<u>13,188</u>	<u>1,759</u>
Total Legislative			
General Government:			
Supervisor	6,000	5,798	202

(Continued)

GILFORD TOWNSHIP
General Fund
Schedule of Revenues, Expenditures And
Change In Fund Balance
Budget (GAAP Basis) And Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
EXPENDITURES, (Continued):			
Clerk's Staff			
Salary	\$ 6,540	\$ 6,526	\$ 14
Office Supplies and Printing	0	-	-
Total Clerk's Staff	<u>6,540</u>	<u>6,526</u>	<u>14</u>
Assessor	<u>7,570</u>	<u>7,248</u>	<u>322</u>
Treasurer			
Salary	7,500	7,383	118
Office Supplies and Printing	<u>4,056</u>	<u>4,056</u>	<u>-</u>
Total Treasurer	<u>11,556</u>	<u>11,438</u>	<u>118</u>
Elections	<u>1,000</u>	<u>539</u>	<u>461</u>
Total General Government	<u>32,666</u>	<u>31,550</u>	<u>1,116</u>
Public Works:			
Zoning and Board of Review			
Salaries	<u>3,300</u>	<u>2,803</u>	<u>497</u>
Road Expense	<u>63,980</u>	<u>39,511</u>	<u>24,469</u>
Road Construction- ROW	<u>-</u>	<u>-</u>	<u>-</u>
Drain at Large	<u>-</u>	<u>2,710</u>	<u>(2,710)</u>
Cemetery Operations			
Contracted services	<u>6,670</u>	<u>6,666</u>	<u>4</u>
Total Public Works	<u>73,950</u>	<u>51,690</u>	<u>22,260</u>

(Continued)

GILFORD TOWNSHIP
General Fund
Schedule of Revenues, Expenditures And
Change In Fund Balance
Budget (GAAP Basis) And Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
EXPENDITURES, (Continued):			
Recreation and Cultural:			
Township Hall:			
Street lights	\$ 2,000	\$ 1,480	\$ 520
Hall	1,500	550	950
	<u>3,500</u>	<u>2,030</u>	<u>1,470</u>
Total Recreation and Cultural			
	<u>3,500</u>	<u>2,030</u>	<u>1,470</u>
Public Safety:			
Ambulance	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Payroll Taxes	2,500	1,184	1,316
	<u>2,500</u>	<u>1,184</u>	<u>1,316</u>
Capital Outlay:			
Township Hall	13,436	2,900	10,536
	<u>13,436</u>	<u>2,900</u>	<u>10,536</u>
TOTAL EXPENDITURES	<u>141,000</u>	<u>102,542</u>	<u>38,458</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(13,200)	11,889	25,089
FUND BALANCE - BEGINNING OF YEAR	<u>146,963</u>	<u>146,963</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 133,763</u>	<u>\$ 158,852</u>	<u>\$ 25,089</u>

See the accompanying notes

GILFORD TOWNSHIP
Special Revenue Funds
Combining Balance Sheet
March 31, 2006

	<u>AMBULANCE FUND</u>	<u>FIRE FUND</u>
<u>ASSETS</u>		
Cash in Bank	\$ 26	\$ 38,388
Due from other funds	540	966
<u>TOTAL ASSETS</u>	<u>\$ 566</u>	<u>\$ 39,354</u>
<u>LIABILITIES & FUND BALANCE</u>		
Liabilities:		
Accounts Payable	-	-
Due to other funds	-	-
Total Liabilities	-	-
Fund Balance:		
Undesignated	\$ 566	\$ 39,354
Total Fund Balance	566	39,354
<u>TOTAL LIABILITIES & FUND BALANCE</u>	<u>\$ 566</u>	<u>\$ 39,354</u>

See the accompanying notes

<u>DRAIN FUND</u>	<u>GARBAGE FUND</u>	<u>METRO FUND</u>	<u>TOTALS</u>
\$ -	\$ 37,730	\$ -	\$ 76,144
2,430	3,645	-	7,581
<u>\$ 2,430</u>	<u>\$ 41,375</u>	<u>\$ -</u>	<u>\$ 83,725</u>
-		\$ -	-
		-	-
-		-	-
\$ 2,430	\$ 41,375	-	\$ 83,725
2,430	41,375	-	83,725
<u>\$ 2,430</u>	<u>\$ 41,375</u>	<u>\$ -</u>	<u>\$ 83,725</u>

GILFORD TOWNSHIP
Special Revenue Funds
Combining Schedule Of Revenues, Expenditures
And Changes In Fund Balances
For the Year Ended March 31, 2006

	<u>AMBULANCE FUND</u>	<u>FIRE FUND</u>
REVENUES:		
Property taxes	\$ 6,760	\$ 25,001
Intergovernmental		
Interest Income	<u>12</u>	<u>800</u>
TOTAL REVENUE	<u>6,772</u>	<u>25,801</u>
EXPENDITURES:		
Public Safety	6,664	25,650
Public Works		
TOTAL EXPENDITURES	<u>6,664</u>	<u>25,650</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>108</u>	<u>151</u>
OTHER FINANCING SOURCES (USES)		
Transfer from general fund		
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	<u>108</u>	<u>151</u>
FUND BALANCE - BEGINNING OF YEAR	<u>458</u>	<u>39,203</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 566</u></u>	<u><u>\$ 39,354</u></u>

See the accompanying notes.

<u>DRAIN FUND</u>	<u>GARBAGE FUND</u>	<u>METRO FUND</u>	<u>TOTALS</u>
\$ 58,146	\$ 44,820		\$ 134,727
		\$ 3,366	3,366
352	915	39	2,117
<u>58,498</u>	<u>45,735</u>	<u>3,404</u>	<u>140,210</u>
			32,314
<u>58,683</u>	<u>42,150</u>	<u>3,404</u>	<u>104,238</u>
<u>58,683</u>	<u>42,150</u>	<u>3,404</u>	<u>136,552</u>
<u>(185)</u>	<u>3,584</u>	<u>-</u>	<u>3,658</u>
-			-
<u>(185)</u>	<u>3,584</u>	<u>-</u>	<u>3,658</u>
<u>2,615</u>	<u>37,791</u>	<u>-</u>	<u>80,067</u>
<u>\$ 2,430</u>	<u>\$ 41,375</u>	<u>\$ -</u>	<u>\$ 83,725</u>

GILFORD TOWNSHIP
Ambulance Fund
Schedule Of Revenues, Expenditures
And Changes In Fund Balances - Budget (GAAP Basis) & Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUE:			
Property taxes	\$ 6,700	\$ 6,760	\$ 60
Interest income	<u>-</u>	<u>12</u>	<u>12</u>
TOTAL REVENUE	<u>6,700</u>	<u>6,772</u>	<u>72</u>
EXPENDITURES:			
Public Safety			
Ambulance service	<u>6,664</u>	<u>6,664</u>	<u>-</u>
TOTAL EXPENDITURES	<u>6,664</u>	<u>6,664</u>	<u>-</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>36</u>	<u>108</u>	<u>72</u>
FUND BALANCE - BEGINNING OF YEAR	<u>458</u>	<u>458</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 494</u>	<u>\$ 566</u>	<u>\$ 72</u>

See the accompanying notes.

GILFORD TOWNSHIP
Fire Fund
Schedule Of Revenues, Expenditures
And Changes In Fund Balances - Budget (GAAP Basis) and Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUE:			
Property taxes	\$ 25,000	\$25,001	\$ 1
Interest Income	<u>-</u>	<u>800</u>	<u>800</u>
TOTAL REVENUE	<u>25,000</u>	<u>25,801</u>	<u>801</u>
EXPENDITURES:			
Public Safety			
Fire protection	<u>26,650</u>	<u>25,650</u>	<u>1,000</u>
TOTAL EXPENDITURES	<u>26,650</u>	<u>25,650</u>	<u>1,000</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(1,650)</u>	<u>151</u>	<u>(199)</u>
FUND BALANCE -BEGINNING OF YEAR	<u>39,203</u>	<u>39,203</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 37,553</u>	<u>\$ 39,354</u>	<u>\$ (199)</u>

See the accompanying notes.

GILFORD TOWNSHIP
Drain Fund
Schedule Of Revenues, Expenditures
And Changes In Fund Balances - Budget (GAAP Basis) and Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUE:			
Property taxes	\$ 59,000	\$ 58,146	\$ (854)
Interest income		352	352
TOTAL REVENUE	<u>59,000</u>	<u>58,498</u>	<u>(502)</u>
EXPENDITURES:			
Public Works			
Drain-at-large	<u>64,000</u>	<u>58,683</u>	<u>5,317</u>
TOTAL EXPENDITURES	<u>64,000</u>	<u>58,683</u>	<u>5,317</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(5,000)</u>	<u>(185)</u>	<u>4,815</u>
OTHER FINANCING SOURCES (USES)			
Transfer from general fund			-
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	<u>(5,000)</u>	<u>(185)</u>	<u>4,815</u>
FUND BALANCE - BEGINNING OF YEAR	<u>2,615</u>	<u>2,615</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ (2,385)</u>	<u>\$ 2,430</u>	<u>\$ 4,815</u>

See the accompanying notes

GILFORD TOWNSHIP
Garbage Fund
Schedule Of Revenues, Expenditures
And Changes In Fund Balances - Budget (GAAP Basis) and Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUE:			
Property taxes	\$ 43,400	\$ 44,820	\$ 1,420
Interest income	-	915	915
TOTAL REVENUE	<u>43,400</u>	<u>45,735</u>	<u>2,335</u>
EXPENDITURES:			
Public Works			
Sanitation	<u>42,900</u>	<u>42,150</u>	<u>750</u>
TOTAL EXPENDITURES	<u>42,900</u>	<u>42,150</u>	<u>750</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>500</u>	<u>3,584</u>	<u>3,084</u>
FUND BALANCE - BEGINNING OF YEAR	<u>37,791</u>	<u>37,791</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 38,291</u>	<u>\$ 41,375</u>	<u>\$ 3,084</u>

See the accompanying notes

GILFORD TOWNSHIP
Metro Fund
Schedule Of Revenues, Expenditures
And Changes In Fund Balances - Budget (GAAP Basis) and Actual
For The Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUE:			
State revenue sharing- ROW	\$ 3,500	\$ 3,366	\$ (134)
Interest income	-	39	39
TOTAL REVENUE	<u>3,500</u>	<u>3,404</u>	<u>(96)</u>
EXPENDITURES:			
Road Expense	<u>3,500</u>	<u>3,404</u>	<u>96</u>
TOTAL EXPENDITURES	<u>3,500</u>	<u>3,404</u>	<u>96</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See the accompanying notes

GILFORD TOWNSHIP
Schedule of Changes in Assets and Liabilities
Current Tax Collection Fund
For the Fiscal Year Ended March 31, 2006

	<u>CURRENT TAX COLLECTION FUND</u>			
	<u>BALANCE MARCH 31, 2005</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE MARCH 31, 2006</u>
<u>ASSETS</u>				
Cash	\$ 1,069	\$ 4,103		\$ 5,172
Taxes receivable	42,997	1,159,292	\$ 1,159,784	42,505
TOTAL ASSETS	<u>\$ 44,066</u>	<u>\$ 1,163,395</u>	<u>\$ 1,159,784</u>	<u>\$ 47,677</u>
<u>LIABILITIES</u>				
Due to Fire Fund	\$ 1,061	\$ 25,107	\$ 25,012	\$ 966
Due to Ambulance Fund	480	6,700	6,760	540
Due to Drain Fund	2,615	58,331	58,146	2,430
Due to Garbage Fund	3,144	44,319	44,820	3,645
Due to General Fund	3,011	47,004	50,932	6,939
Due to other taxing units	33,755	978,323	977,725	33,157
TOTAL LIABILITIES	<u>\$ 44,066</u>	<u>\$ 1,159,784</u>	<u>\$ 1,163,395</u>	<u>\$ 47,677</u>

See the accompanying notes.